PAN AMERICAN PETROLEUM CORPORATION

Box 480, Farmington, New Mexico October 25, 1961

File: H-1223-993.3

Subject: First Delivery of Casinghead Gas

State Holder Oil Unit Cha Cha Gallup Field

Mr. E. C. Arnold New Mexico Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico

Dear Sir:

This is to advise that our State Holder Oil Unit, Well No. 1, located in the NW/4 SE/4 of Section 16, T-28-N, R-13-W, San Juan County, New Mexico, was tied into Knight Manufacturing and Supply Company's sales line on September 27, 1961 and first delivery of casinghead gas was made on September 27, 1961.

Yours very truly,

PAN AMERICAN PETROLEUM CORPORATION

L. O. Speer, Jr.

Area Superintendent

LJL/bp

